

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

IN THE MATTER OF THE APPLICATION OF SANDY)	
VALLEY WATER DISTRICT FOR A DEVIATION)	CASE NO.
FROM THE REQUIREMENTS OF 807 KAR 5:066,)	97-378
SECTION 4(4), REGARDING WATER STORAGE)	

O R D E R

On September 8, 1997, the Sandy Valley Water District ("Sandy Valley") applied for permission to deviate from Commission Regulation 807 KAR 5:066, Section 4(4), which requires that each utility maintain minimum water storage of one day's supply of its average daily usage. Sandy Valley states in its application that its total storage is 300,000 gallons with an average daily usage equal to 484,000 gallons. Sandy Valley also states that they have applied to Rural Development for a grant/loan to construct a new 500,000-gallon water storage tank.

The Commission, having reviewed the application and being otherwise sufficiently advised, finds that:

1. Sandy Valley is not in compliance with Commission Regulation 807 KAR 5:066, Section 4(4).
2. Because of the time needed to plan, finance, and construct water storage facilities, Sandy Valley should be given until July 1, 2002 to comply with 807 KAR 5:066, Section 4(4).

IT IS THEREFORE ORDERED that:

1. Sandy Valley is given until July 1, 2002 to comply with the provisions of 807 KAR 5:066, Section 4(4).

2. Sandy Valley shall take all necessary actions to bring its water storage facilities into compliance with Commission regulations prior to July 1, 2002.

Done at Frankfort, Kentucky, this 30th day of September, 1997.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director